

AUDITING PROCEDURES REPORT

Issued under P.A. 2 of 1968, as amended. Filing is mandatory.

Local Government Type: <input type="checkbox"/> City <input type="checkbox"/> Township <input type="checkbox"/> Village <input checked="" type="checkbox"/> Other		Local Government Name: <u>17th District Court of Redford, Michigan</u>	County Wayne
Audit Date March 31, 2005	Opinion Date June 2, 2005	Date Accountant Report Submitted To State: August 30, 2005	

We have audited the financial statements of this local unit of government and rendered an opinion on financial statements prepared in accordance with the Statements of the Governmental Accounting Standards Board (GASB) and the *Uniform Reporting Format for Financial Statements for Counties and Local Units of Government in Michigan* by the Michigan Department of Treasury.

We affirm that:


1. We have complied with the *Bulletin for the Audits of Local Units of Government in Michigan* as revised.
2. We are certified public accountants registered to practice in Michigan.

We further affirm the following. "Yes" responses have been disclosed in the financial statements, including the notes, or in the report of comments and recommendations.

You must check the applicable box for each item below:

- | | |
|---|---|
| <input type="checkbox"/> yes <input checked="" type="checkbox"/> no | 1. Certain component units/funds/agencies of the local unit are excluded from the financial statements. |
| <input type="checkbox"/> yes <input checked="" type="checkbox"/> no | 2. There are accumulated deficits in one or more of this unit's unreserved fund balances/retained earnings (P.A. 275 of 1980). |
| <input type="checkbox"/> yes <input checked="" type="checkbox"/> no | 3. There are instances of non-compliance with the Uniform Accounting and Budgeting Act (P.A. 2 of 1968, as amended). |
| <input type="checkbox"/> yes <input checked="" type="checkbox"/> no | 4. The local unit has violated the conditions of either an order issued under the Municipal Finance Act or its requirements, or an order issued under the Emergency Municipal Loan Act. |
| <input type="checkbox"/> yes <input checked="" type="checkbox"/> no | 5. The local unit holds deposits/investments which do not comply with statutory requirements. (P.A. 20 of 1943, as amended [MCL 129.91] or P.A. 55 of 1982, as amended [MCL 38.1132]) |
| <input type="checkbox"/> yes <input checked="" type="checkbox"/> no | 6. The local unit has been delinquent in distributing tax revenues that were collected for another taxing unit. |
| <input type="checkbox"/> yes <input checked="" type="checkbox"/> no | 7. The local unit has violated the Constitutional requirement (Article 9, Section 24) to fund current year earned pension benefits (normal costs) in the current year. If the plan is more than 100% funded and the overfunding credits are more than the normal cost requirement, no contributions are due (paid during the year). |
| <input type="checkbox"/> yes <input checked="" type="checkbox"/> no | 8. The local unit uses credit cards and has not adopted an applicable policy as required by P.A. 266 of 1995 (MCL 129.241). |
| <input type="checkbox"/> yes <input checked="" type="checkbox"/> no | 9. The local unit has not adopted an investment policy as required by P.A. 196 of 1997 (MCL 129.95). |

We have enclosed the following:	Enclosed	To Be Forwarded	Not Required
The letter of comments and recommendations.	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Reports on individual federal assistance programs (program audits).	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Single Audit Reports (ASLGU).	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>

Certified Public Accountant (Firm Name): PLANTE & MORAN, PLLC			
Street Address 1000 Oakbrook Drive, Suite 400	City Ann Arbor	State MI	ZIP 48104
Accountant Signature 			

**District Court Funds of District No. 17
Charter Township of Redford
Wayne County, Michigan**

**Financial Report
with Supplemental Information
March 31, 2005**

District Court Funds of District No. 17

Charter Township of Redford

Contents

Report Letter	I
Basic Financial Statements	
Balance Sheet	2
Notes to Financial Statements	3-4
Supplemental Information	5
Schedule of Cash Receipts and Disbursements	6



Plante & Moran, PLLC
Suite 40C
1000 Oakbrook Drive
Ann Arbor, MI 48104
Tel: 734.665.9494
Fax: 734.665.0664
plantemoran.com

Independent Auditor's Report

To the Judges of the 17th District
Charter Township of Redford
Wayne County, Michigan

We have audited the accompanying basic financial statements of the District Court Funds of District No. 17 (a component unit of the Charter Township of Redford, Michigan) as of March 31, 2005. These financial statements are the responsibility of the management of District Court No. 17, Charter Township of Redford. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the District Court Funds of District No. 17, Charter Township of Redford as of March 31, 2005, in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements. The accompanying supplemental information, as identified in the table of contents, is presented for the purpose of additional analysis and is not a required part of the basic financial statements. The supplemental information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The accompanying financial statements do not present a management's discussion and analysis, which would be an analysis of the financial performance for the year. The Governmental Accounting Standards Board has determined that this analysis is necessary to supplement, although not required to be a part of, the basic financial statements.

Plante & Moran, PLLC

June 2, 2005



A worldwide association of independent accounting firms

District Court Funds of District No. 17

Charter Township of Redford

Balance Sheet March 31, 2005

	Trust and Agency Account	Bond Account
Assets		
Cash and cash equivalents	\$ 485,727	\$ 143,399
Due from bond account	<u>2,688</u>	<u>-</u>
Total assets	<u>\$ 488,415</u>	<u>\$ 143,399</u>
Liabilities		
Returnable bonds	\$ -	\$ 139,976
Due to State Treasurer	115,008	-
Due to District Control Unit	357,741	735
Due to other governmental units	8,621	-
Due to Secretary of State	7,045	-
Due to trust and agency account	<u>-</u>	<u>2,688</u>
Total liabilities	<u>\$ 488,415</u>	<u>\$ 143,399</u>

District Court Funds of District No. 17

Charter Township of Redford

Notes to Financial Statements

March 31, 2005

Note 1 - Significant Accounting Policies

The funds of District Court No. 17, Charter Township of Redford (the "District Court") are Agency Funds. The financial activities of the funds are limited to collection of amounts that are subsequently returned or paid to third parties. Agency Funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operations.

Effective April 1, 2003, the District Court implemented the provisions of Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*. As of and for the year ended March 31, 2005, there were no adjustments necessary to the modified accrual amounts reported in the balance sheets. The District Court has elected not to present a management's discussion and analysis.

Note 2 - Cash and Cash Equivalents

The District Court's deposits and investments at March 31, 2005 are included on the balance sheet as cash and cash equivalents. The components are as follows:

Deposits	\$ 502,742
Investments - Bank investment pools	<u>126,384</u>
Total deposits and investments	<u>\$ 629,126</u>

Deposits

The bank balance of the District Court's deposits (without recognition of checks written but not yet cleared, or of deposits in transit) amounted to \$517,522 at March 31, 2005. Of these deposits, \$100,000 was covered by federal depository insurance and the remainder was uninsured and uncollateralized. The District Court believes that due to the dollar amounts of cash deposits and the limits of FDIC insurance, it is impractical to insure all bank deposits. As a result, the District Court evaluates each financial institution with which it deposits District Court funds and assesses the level of risk of each institution; only those institutions with an acceptable estimated risk level are used as depositories.

District Court Funds of District No. 17

Charter Township of Redford

Notes to Financial Statements
March 31, 2005

Note 2 - Cash and Cash Equivalents (Continued)

Investments

The District Court is authorized by Michigan Public Act 20 of 1943 (as amended) to invest surplus monies in U.S. bonds and notes, certain commercial paper, U.S. government repurchase agreements, bankers' acceptances and mutual funds, and investment pools that are composed of authorized investment vehicles.

The District Court's investments during the year consisted solely of bank investment pools. Investments are normally categorized to give an indication of the level of risk assumed by the District Court; however, bank investment pools are not categorized because they are not evidenced by securities that exist in physical or book entry form. Bank investment pools are regulated by the Michigan Banking Act. The fair value of the bank investment pools is the same as the pool shares. The District Court believes that the investments in these funds comply with the investment authority noted above. The District Court's investments are recorded at fair value.

Supplemental Information

District Court Funds of District No. 17

Charter Township of Redford

Schedule of Cash Receipts and Disbursements

Year Ended March 31, 2005

	Trust and Agency Account	Bond Account
Cash and Cash Equivalents - April 1, 2004	\$ 477,188	\$ 135,022
Receipts		
Fines, fees, and court costs	3,900,617	-
Bonds posted	-	836,132
Restitution	-	71,110
Work programs	51,562	-
Intensive supervision/probation and community service	185,581	-
Alcohol screening	17,279	-
Building fund	167,906	-
Interest	1,094	735
Total receipts	4,324,039	907,977
Disbursements		
Transfers to District Control Unit	3,115,485	460
State Treasurer	1,053,688	-
Secretary of State	72,943	-
Other governmental units	67,059	-
Bond forfeitures and transfers	-	690,923
Bond returns	-	113,150
Restitution	-	76,995
Garnishments and execution	-	18,072
Bonds reinstated	6,325	-
Total disbursements	4,315,500	899,600
Cash and Cash Equivalents - March 31, 2005	<u>\$ 485,727</u>	<u>\$ 143,399</u>